

## **MEMORANDUM**

**TO: Commissioners McCarty, Hadley, Landis, Ripley and Ziegner**  
**FROM: Jerry L. Webb, Director of Gas/Water/Sewer Division**  
**DATE: April 8, 2004**  
**RE: Utility Articles for Next Conference**

The following Final Articles A, G and Preliminary Articles A are submitted to each of you to acquaint you with the tariffs eligible for action or acceptance on or after April 14, 2004.

**“A” Final**

The following miscellaneous items will be eligible for final consideration at the next Commission Conference and based on a review of them by staff members of the Commission, I recommend approval.

**1. CenturyTel of Central Indiana**

The utility proposes to rename two packaged services, grandfather one packaged service, and add two packaged services.

The utility's packaged service called Simple Choice™ will be renamed Simple Choice™ One and Simple Choice™ Two. Simple Choice™ One refers to the package for residential customers and Simple Choice™ Two refers to the package for business customers. Simple Choice™ One and Simple Choice™ Two will also be grandfathered and available only to existing customers at their present location. The monthly recurring rate will not change.

The utility's packaged service called "Simple Choice™ One with Voice Mail" will be renamed "Simple Choice™" and "Business Assist Advantage." Simple Choice™ refers to the package for residential customers and Business Assist Advantage refers to the package for business customers. The monthly recurring rate will not change.

The utility's two proposed packaged services will be named Select Pak and Business Assist Select. Select Pak refers to the package for residential customers and Business Assist Select refers to the package for business customers. Both packages will include any or all of the following features: Caller ID, Call Waiting, Call Waiting ID, Call Forwarding and 3-Way Calling.

The following rates are proposed:

<u>Packaged Service</u>	<u>Monthly Recurring Charge</u>
Select Pak	\$ 14.95
Business Assist Select	\$ 14.95

The utility anticipates an increase in annual revenue \$38,748. Cost support has been reviewed by Staff.

The tariff sheets affected by this filing are:

I.U.R.C. No. 1 Section VII, Sheet 22  
I.U.R.C. No. 1 Section VII, Sheet 22.1  
I.U.R.C. No. 1 Section VII, Sheet 22.3  
I.U.R.C. No. 1 Section VII, Sheet 22.4  
I.U.R.C. No. 1 Section VII, Sheet 22.5  
I.U.R.C. No. 1 Section VII, Sheet 22.6

## **2. CenturyTel of Odon**

The utility proposes to rename one packaged service, Simple Choice™, grandfather one packaged service, Simple Choice™ Two, and add two packaged service, Select Pak and Business Assist Select.

The utility's one packaged service named Simple Choice™ or Simple Choice™ One will be renamed, Simple Choice™ and Business Assist Advantage. Simple Choice™ refers to the package for residential customers and Business Assist Advantage refers to the package for business customers. The monthly recurring rate will not change.

The utility's packaged service called Simple Choice™ Two will be grandfathered and will be available only to existing customers at their present location. The monthly recurring rate will not change.

The utility's two proposed packaged services will be named Select Pak and Business Assist Select. Select Pak refers to the package for residential customers and Business Assist Select refers to the package for business customers. Both packages will include any or all of the following features: Caller ID, Call Waiting, Call Waiting ID, Call Forwarding and 3-Way Calling.

The following rate is proposed:

<u>Packaged Service</u>	<u>Monthly Recurring Charge</u>
Select Pak	\$ 14.95
Business Assist Select	\$ 14.95

The utility anticipates an increase in annual revenue of \$18,326. Cost support has been reviewed by Staff.

The tariff sheets affected by this filing are:

I.U.R.C. No. 2 Section VII, Sheet 17M  
I.U.R.C. No. 2 Section VII, Sheet 17N  
I.U.R.C. No. 2 Section VII, Sheet 18.

## **3. Verizon North, Inc.**

The utility proposes to modify two of its existing packaged services and to introduce two new packaged services.

The utility's two existing packaged services are named as Local Package Standard<sup>sm</sup> and Local Package<sup>sm</sup> and the names will be changed to Verizon Local Package<sup>sm</sup> and Verizon Local Package Extra<sup>sm</sup>, respectively. Both packages will now offer the calling service option of Speed Dialing 8, at no additional cost. There are no rate changes for these packages.

The utility's two new packaged services are named Verizon Regional Package<sup>sm</sup> and Verizon Regional Package Extra<sup>sm</sup>. These packages are available to residential customers. Both packages provide customers with a combination of services including unlimited direct-dialed local and intrastate intraLATA toll calling. Verizon Regional Package<sup>sm</sup> includes Caller ID, Call

Waiting/Cancel Call Waiting, Three-Way Calling and Speed Dialing 8 and Speed Dialing 30. Verizon Regional Package Extra<sup>sm</sup> includes the same calling services as noted in the Verizon Regional Package<sup>sm</sup> plus nine other calling services. Both packages include Voice Mail which is an unregulated product.

The following rates are proposed:

<u>Packaged Service</u>	<u>Monthly Recurring Charge</u>	<u>*Non-Recurring Charge</u>
Verizon Regional Package <sup>sm</sup>	\$44.95	\$0.00
Verizon Regional Package Extra <sup>sm</sup>	\$49.95	\$0.00

\*The non-recurring charges for service ordering and line connection are waived for any initial order or subsequent changes to the service.

The utility anticipates a revenue decrease of approximately \$81,000.00 in the first year and revenue increases in subsequent years. The proposed packaged services provide a positive contribution in all of the analyzed years. Cost support has been reviewed by staff.

The tariff sheets affected by this filing are:

I.U.R.C. No. T-2, Section XIII, Sheets 1 – 2.  
I.U.R.C. No. T-2, Section XIII, Sheets 17 -19.  
I.U.R.C. No. T-5, Section II, Sheet 18.

**"G" Final**

Revisions to the Fuel Cost Adjustment factor have been reviewed by staff members of the Commission and found to be in compliance with the orders of the Commission. The requirements prescribed for these filings in Commission Order No. 35687 have been met and I recommend approval.

<u>Item</u>	<u>Utility</u>	<u>Change</u>	<u>Filing Number</u>
1.	Jackson Co. REMC	Increase	20-04-04
2.	Garrett	No Change	78-04-04
3.	Straughn	Increase	111-04-04

Please indicate your consideration and action of all the preceding items on the appropriate lines provided below.

---

Jerry L. Webb  
Director of Gas/Water/Sewer Division

---

I approve of all items as presented above:

---

I approve of all items as presented above except:

---

Not participating in the following items:

I, \_\_\_\_\_, Disapprove Items

No.

I, \_\_\_\_\_, Wish to Defer Items

No.

I hereby certify that the above is a true and correct copy of the action on the articles.

---

Nancy E. Manley, Executive Secretary

## **“A” Preliminary**

The following new miscellaneous item has been reviewed by staff members of the Commission and we recommend accepting it for filing.

### **1. Frontier Communications of Thorntown, Inc.**

The utility proposes to introduce two additional bundled services packages to FrontierWorks<sup>sm</sup> Small Business Solutions for business customers. The bundles contain combinations of regulated and non-regulated services. Regulated services include two business access lines with the Call Forwarding – Busy/No Answer feature. Non-regulated services include voice mail, Digital Subscriber Line (DSL) Internet access services; and 100 minutes of long-distance usage per month, per bundle.

The proposed bundles

Bundle 5 includes two business one-party local exchange access lines, including Call Forwarding – Busy/No Answer, voice mail, asymmetrical digital subscriber line service (ADSL) with download speed of 512 kilobits per second (Kbps) and upload speed of 256 Kbps, Frontier® 512 Kbps business DSL Internet service, and one hundred minutes of domestic long distance service provided by Frontier Communications of America, Inc. usage per month.

Bundle 6 includes two business one-party local exchange access lines, including Call Forwarding and Busy/No Answer, voice mail, ADSL with download speed of 1 Megabit per second (Mbps) and upload speed of 512 Kbps, Frontier® 1 Mbps business DSL Internet service, and one hundred minutes of domestic long distance service provided by Frontier Communications of America, Inc. usage per month.

Rate Group 1 – Thorntown Exchange:  
Monthly Rates:

	<u>1 Year</u>	<u>Term</u> <u>2 Years</u>	<u>3 Years</u>
Bundle 5	\$114.00	\$104.00	\$96.00
Bundle 6	\$186.00	\$168.00	\$150.00

Rate Group 2 – Clarks Hill Exchange:  
Monthly Rates:

	<u>1 Year</u>	<u>Term</u> <u>2 Years</u>	<u>3 Years</u>
Bundle 5	\$116.00	\$106.00	\$98.00
Bundle 6	\$188.00	\$170.00	\$152.00

The utility estimates gross revenue of \$14,400 in the first year based on the assumption that .05% of existing customers will contract for Bundles 5 and 6.

The tariff sheets affected are:

IURC No 1-A, Section 8, Sheets 4, 5, 9 & 10.

---

Jerry L. Webb  
Director of Gas/Water/Sewer Division